IN THE SUPERIOR COURT OF THE STATE OF ARIZONA IN AND FOR THE COUNTY OF MARICOPA IN RE THE GENERAL ADJUDICATION OF ALL RIGHTS TO USE WATER IN THE GILA RIVER SYSTEM AND SOURCE CONTESTED CASE NO. W1-11-3312 ORDER INITIATING CONTESTED CASE CONTESTED CASE NAME: In re Brighthawk LLC. HSR INVOLVED: San Pedro River Watershed Hydrographic Survey Report. DESCRIPTIVE SUMMARY: The Special Master initiates a contested case to address objections to watershed file report 115-04-ADB-001 and sets a Scheduling Conference. NUMBER OF PAGES: 9 DATE OF FILING: June 27, 2017. This Order initiates a contested case to resolve objections to watershed file report 115-04-ADB-001 that sets forth water rights proposed by Arizona Department of Water Resources to Aravaipa Creek for irrigation use on NENE Sec. 34 T6S, R17E that is diverted from the Aravaipa Creek at NENE Sec. 34 T6S, R17E.

Jeptha and Peggy White filed Statements of Claimant 39-2673 and 39-14112 that were analyzed in the watershed file report. Following a sale of the property in 1999, the Whites assigned the statements of claimant to Bill and Debra Burnstein in 2001. Based on the records maintained by the Pinal County Recorder, Mr. and Mrs. Burnstein executed a deed recorded on February 14, 2001, in favor of Brighthawk LLC, an Arizona limited liability company. The Arizona Department of Water Resources' records includes an assignment of the Statements of Claimant 39-2673 and 39-14112 from Bill and Debra Burnstein to Brighthawk, LLC.

In 1991, the Arizona Department of Water Resources issued Watershed File Report 115-04-ADB-001 as part of the Final San Pedro Hydrographic Survey Report. It identified the point of diversion of surface water from Aravaipa Creek as NENE Sec. 34 T6S, R17E. It proposed two water rights: one water right for domestic use from a Zone 2 well and one water right for irrigation use on NE Sec. 34 T6S R17E. A copy of the watershed file report is attached as Appendix A. Objections to the watershed file report have been filed by those entities listed on Appendix B.

IT IS ORDERED:

- 1. <u>Contested Case Designation and Docket Number</u>. This contested case shall be known as *In re Brighthawk LLC*, and it will address the claims for water rights to surface water diverted from the Aravaipa Creek analyzed in and the objections that were filed to the watershed file report 115-04-ADB-001 published in the Final San Pedro River Watershed Hydrographic Survey Report (1991).
- 2. <u>Litigants</u>. The litigants in this contested case are Brighthawk, LLC and all persons who filed objections to watershed file report 115-04-ADB-001 listed on Appendix B, and claimants who are allowed to intervene by order.

3. <u>Court-Approved Mailing List.</u>

A. The initial Court-approved mailing list for this case shall include all persons listed on Appendix B of this order as well as Janet Miller for the

Arizona Department of Water Resources. The list may be modified only by filing a motion with the Special Master to amend the Court-approved mailing list. Litigants are responsible for using the current Court-approved mailing list.

B. A copy of any pleading filed with the Clerk of the Maricopa County Superior Court in this case shall be served upon each person listed on the Court-approved mailing list which can be found at: https://www.superiorcourt.maricopa.gov/SuperiorCourt/GeneralStreamAdjudication/mailingLists.asp.

C. Claimants wishing to be added or removed from the mailing list shall file a motion with the Special Master. Parties allowed to intervene will be automatically added to the mailing list.

5. Scheduling Conference. Pursuant to §8.03[1], Rules for Proceedings before the Special Master, a scheduling conference shall be held to address the adjudication of this case, a schedule to identify issues, file disclosure statements, conduct discovery, submit prehearing motions, and set a trial date, if needed. No party shall conduct any discovery or file any motions prior to the Scheduling Conference. The Scheduling Conference shall be held **Wednesday**, **August**, **23**, **2017**, at **1:30 p.m.** before:

Special Master Susan Ward Harris Superior Court of Arizona 201 West Jefferson Street Courtroom 301 Phoenix, AZ 85003-2202

Instructions for telephonic appearance:

Dial: 602-506-9695 (local)

1-855-506-9695 (toll free long distance)

Dial Participant Pass Code 357264#

SUSAN WARD HARRIS

Special Master

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On June 27, 2017 the original of the foregoing was delivered to the Clerk of the Maricopa County Superior Court for filing and distributing a copy to all persons listed on the Court-approved mailing list for this contested case, a copy of which is attached hereto as Appendix B.

ATTACHMENT A

LAND OWNER

WATERSHED FILE REPORT NUMBER

WHITE, JEPTHA O. & PEGGY MARIE

115-04-ADB-001

APPLICABLE FILINGS AND DECREES

CLEARLY STATED INFORMATION FROM FILINGS AND DECREES

FILING NUMBER	FILING STATUS	USES	QUANTITY IN AFA	USE L		ON RNGE	CLAIM DATE	DIVERSION SECTION		ATION RNGE
36-0059854		IRRIGATION DOMESTIC STOCK	220.00	NE34	0605	170E	1912	SESE27	0605	170E
39-0002673		IRRIGATION DOMESTIC STOCK	2000.00		060S 060S	D 25 05 = 100 000	1912	SESE27	060S	170E
39-0014112		IRRIGATION DOMESTIC STOCK	7.50	34	060S	170E	1990	NENENE34	0608	170E

DWR ANALYSIS OF FILINGS AND DECREES

FILING NUMBER	USES CLAIMED OR REFERENCED	USES FOUND BY DWR	APPLIES TO DIVERSIONS	APPLIES TO PWR NUMBERS
36-0059854	IRRIGATION DOMESTIC STOCK	IRRIGATION DOMESTIC INCIDENTAL	WO1,PO1,PO2	DMO01,IROO1
39-0002673	IRRIGATION DOMESTIC STOCK	IRRIGATION DOMESTIC INCIDENTAL	WO1	DMOO1,IROO1
39-0014112	IRRIGATION DOMESTIC STOCK	IRRIGATION DOMESTIC INCIDENTAL	WO1	DMOO1,IROO1

DIVERSIONS

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L.,	UU	AI	T	NIN

DIV #	SECTION	TWNP	RNGE	DIVERSION NAME	WATER SOURCE AND CLASSIFICATION
PO1	NENENE34	0605	170E	UNNAMED	SURFACE WATER: ARAVAIPA CREEK
P02	SWNENE34	0605	170E	UNNAMED	SURFACE WATER: ARAVAIPA CREEK
WO1	NWNENE34	0605	170E	Telephone and community	GROUNDWATER : ZONE 2

USES

PWR #		TWNP		SUPPLIED BY DIVERSIONS	PHOTO SOL VATER SOURCES DATE CHA	URCE ANGE FACILITY NAME
*** *** *** ***				~~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~		
DMOO1	NWNENE34	0605	170E	WO 1	ROUNDWATER : ZONE 2	YES
IRQ01	NENE34	0605	170E	P01, P02, W01	SURFACE WATER 1935	YES
	NWNE34	0605	170E		GROUNDWATER : ZONE 2	. 20

PWR SUMMARY

	APPLICABLE	APPLICABLE	*APPARENT FIRST USE DATE*	
PWR #	ADJ FILINGS	PRE FILINGS	DATE BASIS FOR DATE	WATER SOURCES AND CLASSIFICATIONS
DMOO1	39-0002673 39-0014112	36-0059854		GROUNDWATER : ZONE 2
IR001	39-0002673 39-0014112	36-0059854	1912 FILING 36-59854	SURFACE WATER: ARAVAIPA CREEK GROUNDWATER : ZONE 2

PWR #	QUANTIFICATION TYPE	ACRES	CROP TYPE	EFF	WATER DUTY	ESTIMATED VOLUME	REMARKS SEE VOLUME 1 - GENERAL ASSESSMENT
IRO01	MAX. OBSERVED REGIONAL MAX. POTENTIAL	6.6 6.6 6.6	MULTI.CROPS AVE. CROP ALFALFA	48% 50% 48%	3.1 AF/AC 5.4 AF/AC 7.0 AF/AC	20.5 AFA 35.6 AFA 46.2 AFA	

EXPLANATION

DIVERSIONS

P1 & P2 - INSTREAM PUMPS DIVERT WATER FROM ARAVAIPA CREEK INTO A PIPELINE SYSTEM. W1 - WELL PROVIDES WATER FOR IRRIGATION, DOMESTIC, AND STOCKWATERING USES.

USES AND RESERVOIRS

DM1 - DOMESTIC USE.

IR1 - IRRIGATED MULTIPLE CROPS.

DISPOSITION OF LAND OWNER/CLAIMANT COMMENTS A COMMENT WAS RECEIVED FROM THE LAND OWNER WHICH DESCRIBED THE LOCATION OF A NEW WELL WHICH HAS REPLACED THE OLD HAND DUG WELL.

1 ATTACHMENT B 2 3 ASARCO LLC. 4 Lauren J. Caster and Gregory L. Adams 5 Fennemore Craig, P.C. 2394 East Camelback Road, Suite 600 6 Phoenix, AZ 85016-3429 7 BHP Copper, Inc. 8 John D. Burnside and Megan Tracy Snell & Wilmer, L.L.P. 400 East V an Buren, Suite 1900 Phoenix, AZ 85004 10 Brighthawk, LLC 11 Thomas K Wagner 12 4545 N. 32nd Street, #5 Phoenix, AZ 85018 13 Gila River Indian Community 14 Linus Everling and Thomas L. Murphy 15 Gila River Indian Community Office of the General Counsel 16 P.O. Box 97 Sacaton, AZ 85147 17

Salt River Valley Water Users' Association and the Salt River Project Agricultural Improvement and Power District John B. Weldon, Jr. and Mark A. McGinnis Salmon, Lewis & Weldon PLC 2850 E Camelback Rd, Ste 200 Phoenix, AZ 85016

San Carlos Apache Tribe
Tonto Apache Tribe
Joe P. Sparks, Julia M. R. Kolsrud and
Laurel A. Hermann
The Sparks Law Firm, P.C.
7503 First Street
Scottsdale, AZ 85251-4573

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United States R. Lee Leininger U.S. Department of Justice Natural Resources Section 999 18th Street, So Terrace, Suite 370 Denver, CO 80202 United States David Negri U. S. Department of Justice 800 Park Boulevard, #600 Boise, ID 83712 Yavapai-Apache Nation, Camp Verde Reservation Susan B. Montgomery/Robyn L. Interpreter Montgomery & Interpreter, PLC 3301 E. Thunderbird Road Phoenix, AZ 85032